

DEPARTMENT OF THE AIR FORCE

HEADQUARTERS WARNER ROBINS AIR LOGISTICS CENTER (AFMC)

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19 SEP 1995

MEMORANDUM FOR WR-ALC/JAN

FROM: WR-ALC/PKPB

SUBJECT: Clarification Regarding Correct Fill-ins for I-171, FAR 52.216-19, **DELIVERY-ORDER LIMITATIONS (APR 1984)**

1. Subject clause comes in contractual documents as follows:

| | | ORDER LIMITATIONS | OCT 1995 P |
|-------|--|---|---|
| I-171 | 52.216-19 | - DELIVERY ORDER LIMITATIONS - (IAW FAR 16.505(b)) (6.50(d)) | -APR 1984 |
| | For the purposes of this clause the blank(s) are completed as follows: | | an entities |
| | (a) | * | thought to title date and prescribing kinguage made by FAC 90.33, 26 SEP.95. June |
| | (b) (1) | • | |
| | (b)(2) | • | |
| | (b)(3) | • | ald services |
| | (d) | • | |

- 2. There has been some confusion as to the fill-ins for this clause. We understand that the fill-ins should be completed as follows:
- a. The fill-in for para "(a)" is the minimum amount (dollar or quantity) that may be placed on any order during the life of the contract (including options). If an order includes an amount less than this fill-in, the contractor is not required to accept the order.
- b. The fill-in for para "(b)(1)" should reflect a dollar figure or quantity that represents the maximum amount the Government may place on any order for any single item. If an order includes an amount greater than this fill-in, the contractor may reject the order.
- c. The fill-in for para "(b)(2)" should reflect a dollar figure or quantity that represents the maximum amount the Government may place on any order for any combination of items. If an order includes an amount greater than this fill-in, the contractor may reject the order.
- d. An ordering office may not issue multiple orders within a defined period if those orders combined exceed the limits in para "(b)(1)" or "(b)(2)." If the combined amount of multiple orders exceeds these limits, the contractor may reject the order. The fill-in for para "(b)(3)" represents this period.
- e. If an ordering office issues an order that exceeds the limits in para "(b)(1)" or "(b)(2)," or if an ordering office issues multiple orders that exceed these limits within the time period in para "(b)(3)," the contractor may reject the order within a defined period.

ch 95-11D (FAR 16) Post to FAR 16.5 and FAR 52.216-19 by circling the references and noting in the margins: "70-41, atch 95-11D." Then file this atch behind the sups to FAR 16.

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The fill-in for para "(d)" defines this period. If the contractor does not reject the order or series of orders within this period, then the contractor is obligated to perform.

- 3. The fill-ins for I-171 are limitations on individual delivery orders, and are sometimes confused with the minimum and maximum quantities that are required in I-178, FAR 52.216-22, INDEFINITE QUANTITY (APR 1984). The contract minimum and maximum should be reflected in fill-ins for H-502, CONTRACT

 MINIMUM/MAXIMUM, (JUL 1992).
- a. Clause I-178 states, "The contractor shall furnish to the Government, when and if ordered, the supplies or services specified in the Schedule up to and including the quantity designated in the Schedule as the 'maximum.' The Government shall order at least the quantity of supplies or services designated in the Schedule as the 'minimum.'"
- b. The local clause H-502 was created to insert the "minimum" and "maximum" quantities (may be expressed in dollars) required by I-178.
- 4. The confusion appears to be mainly with buyers/COs erroneously filling in the minimum/maximum quantity the Government must order with the minimum/maximum delivery order requirement of I-171. The fill-ins for I-171 and H-502 can and most often should be different. We intend to publish this clarification letter in our PKOI 70-41, and request your coordination and comments, if any.
- 5. Point of contact on this subject is Shelia Paul, PKPB, Ext 6-1924.

Actg Chief

General Policy and Review Branch

JAN Coordination: LWKelly 20t495 Concur with your enterpretation of FAR 52,216-22 and FAR 52, 216-19.